

# CREDIT CARD QUIZ ANSWERS

1. A priority credit card is usually accepted by one type of store or company.

☐ True

2. The average daily balance method of calculating interest is based on the opening balance of the account for the previous month.

☐ False

3. The annual fee for a credit card is set by the government.

☐ False

4. APR measures the interest rate charged by a credit card.

☐ True

5. If someone uses your lost or stolen credit card, you are liable for no more than \$50.

☐ True

6. A credit card issued through a credit union would be an example of a (fill in the blank) card.

☐ bank

7. The grace period refers to the time:

☐ for paying an account without an interest charge.

8. Comparing the APR among several credit cards allows you to obtain the:

☐ lowest interest rate.

9. If a billing error occurs on a credit statement, a consumer has (fill in the blank) days to notify the creditor.

☐ 60